



JON M. HUNTSMAN, JR.
Governor
GARY R. HERBERT
Lieutenant Governor

State of Utah
DEPARTMENT OF NATURAL RESOURCES
Division of Oil, Gas & Mining

MICHAEL R. STYLER
Executive Director

JOHN R. BAZA
Division Director

PIC
M/037/046

Addendum to Reclamation Contract
Addendum Number 1

International Uranium (USA) Corporation, Redd Block IV, M/037/046 November 7, 2005

Ron F. Hochstein
International Uranium (USA) Corporation
Independence Plaza
1050 Seventeenth Street Suite 950
Denver, Colorado 80265

On September 14, 2005 a bond rider was executed by National Union Fire Insurance Company of Pittsburgh, Pa increasing the surety bond to US\$13,200.00. This escalated (2010) amount is accepted and incorporated into the Reclamation Contract. The Division also accepts the map titled "Redd Block IV, Permit M/037/046" dated April 10, 2003, and received by the Division February 3, 2005. In addition, due to company changes, further revisions are required as identified below.

This letter serves as an acknowledgment and acceptance of the following:

- **Rider issued for Surety bond amending the surety dollar amount to Thirteen Thousand Two Hundred Dollars (\$13,200.00)**
- **Escalation year 2010**
- **The Operator's Officers are changed as follows: Ron F. Hochstein, President and CEO; David C. Frydenlund, Vice President; Harold R. Roberts, Vice President**
- **The Operator's address is:**

**International Uranium (USA) Corporation
Independence Plaza
1050 Seventeenth Street, Ste 950
Denver, Colorado 80265**

- **The Operator's telephone number is: 303-628-7798**
- **Map titled, "Redd Block IV, Permit M/037/046" dated April 10, 2003, and received by the Division February 3, 2005**
- **Attachment A of the Reclamation Contract legal description will change to:**

Portions of:

**Township 28 South, Range 24 East SLBM
S½ SW¼ Section 33**

**Township 29 South, Range 24 East SLBM
Section 4 N½ N½ NW¼
Section 5 N½ N½ NE¼**

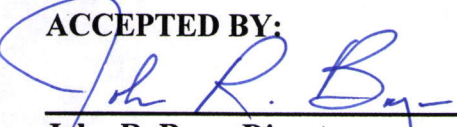
Nothing herein contained shall vary, alter, or extend any provision or condition of the Reclamation Contract.

To the extent any conflict exists between this letter addendum and the Reclamation Contract, these terms shall control.

Please acknowledge and return this letter with original signature to the Division.

The below signed, acknowledge and accept these revisions and incorporate them into the June 5, 1997 Reclamation Contract.


ACCEPTED BY:



**John R. Baza, Director
Division of Oil, Gas and Mining**

11/25/05

Date



**Ron F. Hochstein, President and CEO
International Uranium (USA) Corporation**

12/12/05

Date

File Number M/037/046

Effective Date June 5, 1997

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION of OIL, GAS and MINING
1594 West North Temple Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
(801) 538-5291
Fax: (801) 359-3940

RECLAMATION CONTRACT
---ooOoo---

For the purpose of this RECLAMATION CONTRACT the terms below are defined as follows:

"NOTICE OF INTENTION" (NOI): (File No.)
(Mineral Mined)

M/037/046

Uranium - Vanadium

"MINE LOCATION":
(Name of Mine)
(Description)

Redd Block IV

Approximately one mile northwest of
the post office at Lasal, Utah.

"DISTURBED AREA":
(Disturbed Acres)
(Legal Description)

4 Acres

(refer to Attachment "A")

"OPERATOR":
(Company or Name)
(Address)

International Uranium (USA) Corporation
c/o Energy Fuels Nuclear, Inc.

Three Park Central, Suite 900
1515 Arapahoe Street, Denver, CO 80202
303-623-8317

(Phone)

"OPERATOR'S REGISTERED AGENT":

(Name)

(Address)

(Phone)

CT Corporation

50 West Broadway

Salt Lake City, UT 84101

801-364-5105

"OPERATOR'S OFFICER(S)":

Earl E. Hoellen, President

Harold R. Roberts, Exec. Vice Pres.

Rick L. Townley, Vice Pres. - Finance

"SURETY":

(Form of Surety - Attachment B)

Surety Bond

"SURETY COMPANY":

(Name, Policy or Acct. No.)

National Union Fire Insurance
Company of Pittsburgh, PA

#

"SURETY AMOUNT":

(Escalated Dollars)

\$7,600.00

"ESCALATION YEAR":

2002

"STATE":

"DIVISION":

"BOARD":

State of Utah

Division of Oil, Gas and Mining

Board of Oil, Gas and Mining

ATTACHMENTS:

A "DISTURBED AREA":

B "SURETY":

This Reclamation Contract (hereinafter referred to as "Contract") is entered into between International Uranium (USA) the "Operator" and the Utah State Board of Oil, Gas and Mining ("Board"). Corporation

WHEREAS, Operator desires to conduct mining operations under Notice of Intention (NOI) File No. M/037/046 which has been approved by the Utah State Division of Oil, Gas and Mining "Division" under the Utah Mined Land Reclamation Act, Sections 40-8-1 et seq., Utah Code Annotated, (1953, as amended) (hereinafter referred to as "Act") and implementing rules; and

WHEREAS, Operator is obligated to reclaim that area described as the Disturbed Area as set forth and in accordance with Operator's approved Reclamation Plan, and Operator is obligated to provide surety in form and amount approved by the Board, to assure reclamation of the Disturbed Area.

NOW, THEREFORE, the Board and the Operator agree as follows:

1. Operator agrees to conduct reclamation of the Disturbed Area in accordance with the Act and implementing regulations, the original Notice of Intention dated 7/18/79, and the original Reclamation Plan dated 7/18/79. The Notice of Intention as amended, and the Reclamation Plan, as amended, are incorporated by this reference and made a part hereof.
2. Concurrent with the execution hereof, Operator has provided surety to assure that reclamation is conducted, in form and amount acceptable to the Board. Such surety as evidenced by the Surety Contract is in the form of the surety attached hereto as Attachment B and made a part hereof. The Surety Contract shall remain in full force and effect according to its terms unless modified by the Board in writing. If the Surety Contract expressly provides for cancellation, then, within 60 days following the Division's receipt of notice that the Surety Company intends to cancel the Surety Contract, the Operator shall provide a replacement Surety Contract in a form and amount reasonably acceptable to the Board. If the Operator fails to provide an acceptable replacement Surety Contract, the Division may order the Operator to cease further mining activities and to begin immediate reclamation of the Disturbed Area.
3. Operator agrees to pay legally determined public liability and property damage claims resulting from mining to the extent provided in Section 40-8-7(1)(e) of the Act.
4. Operator agrees to perform all duties and fulfill all reclamation requirements applicable to the mine as required by the Act and implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended.
5. The Operator's liability under this Contract shall continue in full force and effect until the Division certifies that the Operator has reclaimed the Disturbed Area in accordance with the Act and implementing rules, the Notice of Intention, as amended and the Reclamation Plan, as amended.
6. If reclamation of discrete sections of the Disturbed Area is completed to the satisfaction of the Division, and the Division finds that such sections are severable from the remainder of the Disturbed Area, Operator may request the Division to certify that Operator has reclaimed such discrete sections of the Disturbed Area in accordance with the Act and Implementing rules, the Notice of Intention, as

amended and the Reclamation Plan, as amended. If the Division makes such certification, Operator may make request to the (Board) that the aggregate face amount of the Surety Contract provided pursuant to paragraph 2 be reduced to an amount necessary to provide for completion of the remaining reclamation. The (Board) shall hear Operator's request for such reduction in accordance with the Board's Procedural Rules concerning requests for Agency Action.

7. Operator agrees to indemnify and hold harmless the State, Board and the Division from any claim, demand, liability, cost, charge, suit, or obligation of whatsoever nature arising from the failure of Operator or Operator's agents and employees, or contractors to comply with this Contract.
8. Operator may, at any time, submit a request to the Board to substitute surety. The Board, in its sole judgment and discretion, may approve such substitution if the substitute surety meets the requirements of the Act and the implementing rules.
9. This Contract shall be governed and construed in accordance with the laws of the State of Utah.
10. If Operator shall default in the performance of its obligations hereunder, Operator agrees to pay all costs and expenses, including reasonable attorney's fees and costs incurred by the Division and/or the Board in the enforcement of this Contract.
11. Any breach that the Division finds to be material of the provisions of this Contract by Operator may, at the discretion of the Division, result in an order to cease mining operations. After opportunity for notice and hearing, the Board of Oil, Gas and Mining may enter an order to revoke the Notice of Intention, order reclamation, or order forfeiture of the Surety Contract, or take such other action as is authorized by law.
12. In the event of forfeiture of the Surety Contract, Operator shall be liable for any additional costs in excess of the surety amount which are required to comply with this Contract. Any excess monies resulting from forfeiture of the Surety Contract, upon completion of reclamation and compliance with this Contract, shall be returned to the rightful claimant.
13. This Contract including the Notice of Intention, as amended and the Reclamation Plan, as amended, represents the entire agreement of the parties involved, and any modification must be approved in writing by the parties involved.

14. Each signatory below represents that he/she is authorized to execute this Contract on behalf of the named party.

INTERNATIONAL URANIUM (USA) CORPORATION

Operator Name

By: Earl E. Hoellen, President
Authorized Officer (Typed or Printed)



Authorized Officer's Signature


May 13, 1997

Date

=====

SO AGREED this 6 day of June, 19 97

AND APPROVED AS TO FORM AND AMOUNT OF SURETY:

BY 

Dave D. Lauriski, Chairman
Utah State Board of Oil, Gas and Mining

DIVISION OF OIL, GAS AND MINING:

By

James W. Carter, Director

Date

June 5, 1997

STATE OF

UTAH

)

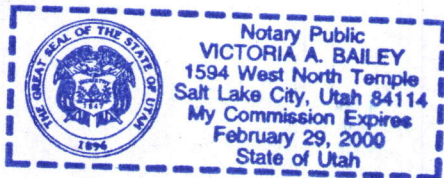
) ss:

COUNTY OF

SALT LAKE

)

On the 5th day of JUNE, 19 97, personally
appeared before me, who being duly sworn did say that he/she, the said
JAMES W. CARTER is the Director of the Division of
Oil, Gas and Mining, Department of Natural Resources, State of Utah, and he/she
duly acknowledged to me that he/she executed the foregoing document by
authority of law on behalf of the State of Utah.



Victoria A. Bailey
Notary Public
Residing at: SALT LAKE CITY, UTAH

FEBRUARY 29, 2000
My Commission Expires:

OPERATOR:

INTERNATIONAL URANIUM (USA) CORPORATION

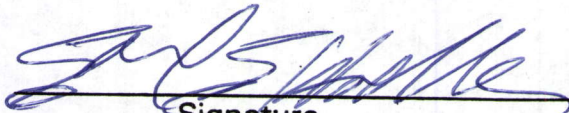
Operator Name

By Earl E. Hoellen, President

Corporate Officer - Position

May 13, 1997

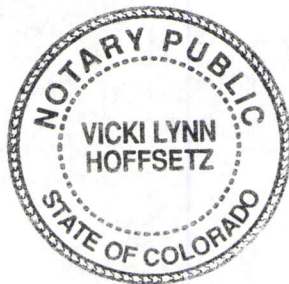
Date

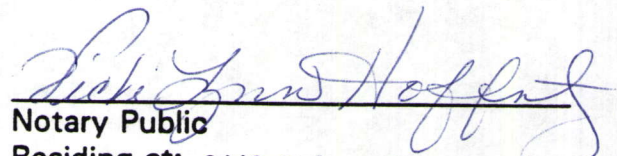

Signature

STATE OF COLORADO)

COUNTY OF DENVER) ss:

On the 13 day of May, 19⁹⁷, personally
appeared before me Earl E. Hoellen who
being by me duly sworn did say that he/she, the said Earl E. Hoellen
is the President of INTERNATIONAL URANIUM (USA) CORPORATION
and duly acknowledged that said instrument was signed on behalf of said company
by authority of its bylaws or a resolution of its board of directors and said
Earl E. Hoellen duly acknowledged to me that said
company executed the same.




Notary Public
Residing at: 8449 Nelson Dr, Arvada CO 80005

August 12, 1998

My Commission Expires:

ATTACHMENT "A"

<u>International Uranium (USA) Corporation</u>	<u>Redd Block IV</u>
Operator	Mine Name
<u>M/037/046</u>	<u>San Juan</u> County, Utah
Permit Number	

The legal description of lands to be disturbed is:

Lands to be Disturbed:

T28S, R24E SLBM-
Sec 33 - S $\frac{1}{2}$, SW $\frac{1}{4}$, and S $\frac{1}{2}$, SE $\frac{1}{4}$

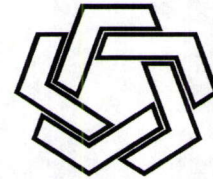
T29S, R24E SLBM-
Sec 4 - N $\frac{1}{2}$, N $\frac{1}{2}$, NW $\frac{1}{4}$
Sec 5 - N $\frac{1}{2}$, N $\frac{1}{2}$, NE $\frac{1}{4}$

Lands Currently Disturbed:

T28S, R24E SLBM-
Sec 33 - S $\frac{1}{2}$, SW $\frac{1}{4}$

T29S, R24E SLBM-
Sec 4 - N $\frac{1}{2}$, N $\frac{1}{2}$, NW $\frac{1}{4}$
Sec 5 - N $\frac{1}{2}$, N $\frac{1}{2}$, NE $\frac{1}{4}$

MINE SITE LOCATION MAP



Division of Oil, Gas and Mining
February 6, 1997

